GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:1513
ANSWERED ON:10.03.2008
SALE OF NTC MILLS AND EXCESS LAND
Barman Shri Ranen;Reddy Shri Mekapati Rajamohan;Renge Patil Shri Tukaram Ganpatrao

Will the Minister of TEXTILES be pleased to state:

(a) whether the National Textile Corporation (NTC) has sold closed, sick and vacant/excess lands of NTC mills during each of the last three years and thereafter, till date;

(b) if so, the details of the transactions indicating the area of land sold and money realized therefrom so far, State-wise, Year-wise and Mill-wise;

(c) whether the funds raised through such transitions would be invested for reviving various sick/closed NTC mills and also to upgrade their technologies;

(d) if so, the details thereof and if not, the reasons therefor;

(e) the names of mills selected for modernization and upgradation alongwith the expenditure incurred so far on such mills, State-wise and Mill-wise; and

(f) the policy adopted regarding the sharing of sale-proceeds with the State Governments and local bodies?

Answer

MINISTER OF STATE IN THE MINISTRY OF TEXTILES(SHRI E.V.K.S. ELANGOVAN)

(a)&(b): Yes, Sir. National Textile Corporation (NTC) has sold the lands of closed mills and surplus lands of the viable mills under the Modified Revival Scheme. The details are at Annexure-I.

(c)&(d) :The funds generated through sale of land/assets of the closed mills and surplus land/ assets of the viable mills are being utilised for implementation of the Modified Revival Scheme of NTC involving modernization of 22 mills by NTC itself. So far, the Company has incurred a sum of Rs.4690 crores under the Modified Revival Scheme which includes an amount of Rs 261.93 crores on modernization of 18 out of the 22 mills.

(e) The state-wise names of the mills selected for modernization and up-gradation along with expenditure incurred are at Annexure-II.

(f) As per the Modified Revival Scheme approved by the Board for Industrial and Financial Reconstruction (BIFR) for NTC, there is no decision regarding sharing of sale proceeds with State Government and local bodies. However, in respect of surplus land of NTC available for sale in Mumbai, the Scheme envisages that such surplus lands in Mumbai will be sold as per Development Control Regulations 58 (DCR 58) of Government of Maharashtra, which provides for surrender of 33% of open land to Brihanmumbai Municipal Corporation (BMC) and 37% of open land to Maharashtra Housing & Area Development Authority (MHADA). The owner (NTC) is entitled to sell the remaining land with structures.